1.	FALLOUT SCORE = 600 *** VARIABLES ARE MULTIPLIED BY **\
2.	+500*(INTEREST_RATE_SPREAD) ** parameters or weights **/
3.	+ 50*DAYS_UNTIL_CLOSE
4.	+ 1*CREDITSCORE
5.	-0.5*MCRED
6.	+5*30-DAY
7.	+1*60-DAY
8.	+ 10*FIXED
9.	+20*JUMBO
10.	+3.5*30-YEAR
11.	-5*ARM
12.	-20*15-YEAR
13.	+100*COMBINED_POINT_VALUE
14.	+100*ZONE_POINT_VALUE
15.	+3*PURCHASE
16.	+20*REFINANCE
17.	+10*CASH_OUT
18.	+10*NUMBER_OF_POINTS_PAID
19.	-10*FEEPCT
20.	+2*LTV
21.	+20*VOLATILITY
22.	+100*DOCS_DRAWN
23.	
24.	** scaling_score to a range **\
25.	If LOAN FALLOUT SCORE < 300 then LOAN FALLOUT SCORE = 300
26.	If LOAN FALLOUT SCORE > 900 then LOAN FALLOUT SCORE = 900

S
700

FIG. 7

1100

LOAN NUMBER	CLOSING DATE	OUT-COME	INTEREST RATE SPREAD	VOLATI-LITY	CREDIT SCORE	COMBINED POINT VALUE	DOCS DRAWN
1	May 1, 2003	1	0.1	0	775	400	1
2	NONE	0	-0.5	0.5	400	800	0
3	NONE	0	-1.0	0	450	900	1
4	May 15, 2003	1	0.1	0	800	500	1
...							
...							
Nth Loan	June 1, 2002	1	0	0	790	500	0

FIG. 11